

SPENCER J. COX Lieutenant Governor

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA Division Director

July 31, 2014

David McMullin C.S. Mining LLC P.O. Box 608 Milford, Utah 84751

Subject: Reclamation Surety Amount, C.S. Mining LLC, Hidden Treasure Mine, M/001/0067,

Beaver County, Utah

Dear Mr. McMullin:

On March 19, 2014, the Division of Oil, Gas and Mining tentatively and conditionally approved a revision to the Hidden Treasure Notice of Intention to Commence Large Mining Operations (Notice), and no comments were received during the subsequent 30-day public comment period.

The Division has since reviewed the reclamation cost estimate, and, as previously communicated by email, the calculated reclamation surety amount of \$9,001,000 will be acceptable. The Division is also willing to consider alternative reclamation cost estimates using standardized, site-specific calculation methods. The Division will issue conditional final approval of the Notice after receiving the approved surety amount in an acceptable form.

If you want to discuss either this letter or acceptable criteria for alternative reclamation cost estimates, please contact Peter Brinton at 801-538-5258 or me at 801-538-5261.

Paul B. Baker

Minerals Program Manager

PBB: pnb: pb

Ron Wunderlich, C.S. Mining (rwunderlich@csmining.com)

Ed Ginouves, BLM-Cedar City (eginouve@blm.gov)

Jerry Mansfield, SITLA (jmansfield@utah.gov)

Bob Bayer (bob@rjbayerpgeo.com)

P:\GROUPS\MINERALS\WP\M001-Beaver\M0010067-HiddenTreasure\final\TENTAPVL-6058-07292014.docx

